

This filing is for Humana Health Plan Inc. (HHP) small group non-grandfathered single risk pool (SRP) block of business effective 1/1/2019. HHP is filing off-exchange products only. HHP currently has 16,017 non-grandfathered small group policy holders in the state of Kentucky. The loss ratio for the SRP in Kentucky is about 82.5% for 12 months ending in December 2017.

HHP originally requested an average 15.2% annual rate increase effective 1/1/2019. Per the actuaries review and discussion, HHP agreed to lower the requested average annual rate increase effective 1/1/2019 to be 12.0%. The minimum annualized plan increase is 8.6% and the maximum annualized plan increase is 16.0%. The annualized pricing trend is 10.3%. The projected members months in 2019 is 329,796.

The company indicated Essential Health Benefits (EHBs) are included in the rates and no additional benefits in excess of EHBs are included. The 2019 projected loss ratio is 78.4%. The estimated Federal medical loss ratio for year 2019 is 82.6%.

A request for additional information was sent and HHP provided satisfactory supporting documentation for its assumptions, although given the wide range of possible scenarios, magnitude and uncertainty of actual market purchaser characteristics, it is not unlikely that results will vary from the company's assumptions.

The filing was approved with a 12% average.